

DEBT SERVICE FUND

PROGRAMS

| 2009-10 Actual | 2010-11 Budget | 2011-12 Adopted | 2012-13 Projected |
|-------------------|-------------------|--------------------|----------------------|
|-------------------|-------------------|--------------------|----------------------|

Debt Service Fund

The Debt Service Fund is an accounting entity established to record the retirement of the City's general obligation bonded indebtedness. Expenditures in this fund include principal and interest payments on the City's debt as well as administrative costs associated with selling bonds.

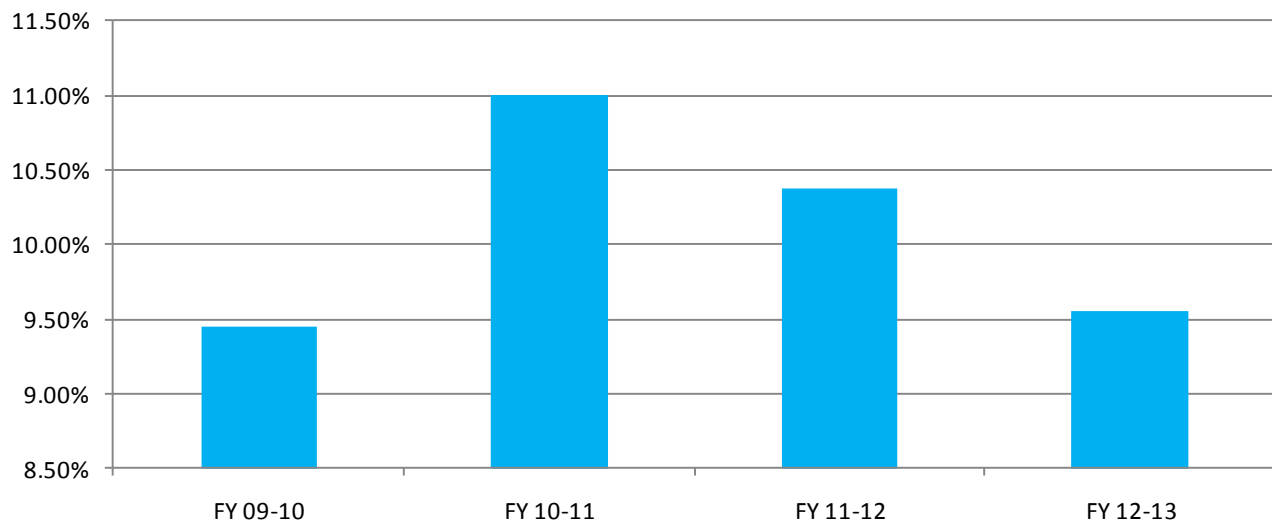
BUDGET SUMMARY

| | 2009-10 Actual | 2010-11 Budget | 2011-12 Adopted | 2012-13 Projected |
|------------------------------------|-------------------|-------------------|--------------------|----------------------|
| Expenditures: | | | | |
| General Obligation Bond Retirement | 23,122,247 | 27,783,850 | 25,483,198 | 24,100,033 |
| Hotel/Motel Debt Retirement | 0 | 0 | 0 | 0 |
| Installment Financing Agreements | 218,270 | 313,750 | 313,750 | 313,750 |
| Total | 23,340,517 | 28,097,600 | 25,796,948 | 24,413,783 |
| Total FTE Positions | 0.00 | 0.00 | 0.75 | 0.75 |
| Revenues: | | | | |
| Transfer | 16,691,700 | 16,691,700 | 17,068,470 | 17,975,720 |
| All Other | 2,606,486 | 2,674,750 | 1,498,750 | 1,640,750 |
| Fund Balance | 7,492,091 | 8,731,150 | 7,219,728 | 4,797,313 |
| Total | 26,790,277 | 28,097,600 | 25,786,948 | 24,413,783 |

BUDGET HIGHLIGHTS

- The FY 11-12 Debt Service Fund decreases by 8.2%, or \$2.3 million. In response to the Council directive to maintain the current tax rate, the City will issue \$30 million in GO debt for FY 11-12 as opposed to the \$35 million as projected in FY 10-11.
- Use of fund balance decreases by \$1.5 million in FY 11-12 and by \$2.4 million in FY 12-13.
- Finance is allocating 0.75 FTE to Debt Service as a result of the Council directive to maintain the current tax rate.

**Annual General Obligation Debt as a Percentage of General Fund
(FY 09-10 Actual; all other years Budgeted figures)**



Capital Improvements/Debt Service-Debt Service Fund

**SUMMARY OF OUTSTANDING DEBT ISSUES
AS OF JUNE 30, 2011**

| <u>ISSUE</u> | <u>PURPOSE</u> | <u>AMOUNT ISSUED</u> | <u>ISSUE DATE</u> | <u>AMOUNT OUTSTANDING</u> |
|---|--|----------------------|-------------------|---------------------------|
| GENERAL OBLIGATION BONDS | | | | |
| Street Improvements | Street Improvements | 18,240,000 | 2010 | 18,240,000 |
| Transportation | Public Transportation | 500,000 | 2010 | 500,000 |
| Public Safety | Fire Stations | 345,000 | 2010 | 345,000 |
| Neighborhood Redevelopment | Neighborhood Redevelopment | 1,300,000 | 2010 | 1,300,000 |
| Library Facilities | Library Facilities | 300,000 | 2010 | 300,000 |
| Economic Development | Economic Development | 4,000,000 | 2010 | 4,000,000 |
| Parks & Recreation Facilities | Parks & Recreation Facilities | 15,315,000 | 2010 | 15,315,000 |
| Parks & Recreation Facilities | Parks & Recreation Facilities | 9,745,000 | 2010 | - |
| Street Improvements | Street Improvements | 24,920,000 | 2008 | 21,399,342 |
| Public Transportation | Public Transportation | 500,000 | 2008 | 429,361 |
| Fire Stations | Fire Stations | 10,200,000 | 2008 | 8,758,961 |
| Greensboro Historical Musuem | Greensboro Historical Musuem | 5,300,000 | 2008 | 4,551,225 |
| Library Facilities | Library Facilities | 4,800,000 | 2008 | 4,121,864 |
| Economic Development | Economic Development | 2,000,000 | 2008 | 1,717,443 |
| Public Buildings | Public Buildings | 1,000,000 | 2008 | 858,722 |
| Parks & Recreation Facilities | Parks & Recreation Facilities | 1,500,000 | 2008 | 1,288,082 |
| Street Improvements | Street Improvements | 14,000,000 | 2006 | 12,276,385 |
| Housing & Redevelopment | Neighborhood Redevelopment | 1,500,000 | 2006 | 1,161,923 |
| Parks & Recreation | Parks & Recreation Facilities | 6,500,000 | 2006 | 5,036,693 |
| Public Transportation System | Public Transportation System | 500,000 | 2005 | 333,334 |
| Parks & Recreation | Parks & Recreation Facilities | 4,500,000 | 2005 | 3,000,000 |
| Library Facilities | Library Facilities | 1,700,000 | 2005 | 1,133,333 |
| Public Safety | Fire Stations | 4,380,000 | 2005 | 2,920,000 |
| Natural Science Center | Natural Science Center | 3,500,000 | 2005 | 2,333,333 |
| Streets | Street Improvements | 17,330,000 | 2003 | 10,472,519 |
| Transportation | Public Transportation | 500,000 | 2003 | 302,150 |
| Parks & Recreation | Parks & Recreation Facilities | 16,600,000 | 2003 | 10,031,380 |
| Public Safety | Fire Station | 5,170,000 | 2003 | 3,124,231 |
| Public Buildings | Law Enforcement Facilities | 7,080,000 | 2003 | 4,278,444 |
| Public Buildings | Library Facilities | 3,320,000 | 2003 | 2,006,276 |
| Streets | Street & Bridge Construction | 13,500,000 | 1998 | 7,554,808 |
| Public Safety | Communications System | 6,500,000 | 1998 | 3,637,500 |
| Public Safety | Training Facilities | 14,500,000 | 1998 | 8,114,423 |
| Public Safety | Construction of Fire Station | 1,500,000 | 1998 | 839,423 |
| Public Buildings | Construction of Public Facilities | 6,000,000 | 1998 | 3,357,692 |
| Housing & Redevelopment | Low Income Housing Projects | 10,000,000 | 1998 | 5,596,154 |
| Streets | Street Construction | 20,100,000 | 1994 | 5,800,000 |
| Housing & Redevelopment | Low Income Housing Projects | 12,825,000 | 1994 | 2,210,000 |
| Streets | Street Construction | 25,000,000 | 1992 | 1,051,227 |
| Recreation Facilities | Coliseum Renovation; New Main Library Construction | 41,725,000 | 1992 | 1,754,498 |
| Housing & Redevelopment | Low Income Housing Projects | 3,550,000 | 1992 | 149,274 |
| Streets | Street Construction | 21,400,000 | 1988/90 | 968,986 |
| Housing & Redevelopment | Low Income Housing Projects | 2,850,000 | 1988/90 | 129,047 |
| Public Safety | Construction of Fire Stations | 674,160 | 1988/90 | 30,526 |
| Recreation Facilities | Bryan Park | 3,275,840 | 1988/90 | 148,329 |
| Public Buildings | Construction of Public Facilities | 400,000 | 1988/90 | 18,112 |
| | | 370,345,000 | | 182,895,000 |
| WATER RESOURCES GENERAL OBLIGATION BONDS | | | | |
| Water Bonds | Water Treatment Plant Projects | 3,510,070 | 1992/93 | 0 |
| Sewer Bonds | Sanitary Sewer Projects | 10,114,930 | 1993/94 | 0 |
| Total | | 13,625,000 | | 0 |

**ANNUAL GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS
CURRENT OUTSTANDING ISSUES**

| FISCAL YEAR | GENERAL DEBT | | WATER RESOURCES | | TOTAL | |
|----------------|--------------|------------|-----------------|----------|-------------|--------------|
| | PRINCIPAL | INTEREST | PRINCIPAL | INTEREST | PRINCIPAL | PRIN. & INT. |
| 11-12 | 16,615,000 | 9,371,903 | | | 16,615,000 | 25,986,903 |
| 12-13 | 13,420,000 | 8,616,961 | | | 13,420,000 | 22,036,961 |
| 13-14 | 13,475,000 | 7,336,125 | | | 13,475,000 | 20,811,125 |
| 14-15 | 10,520,000 | 6,690,720 | | | 10,520,000 | 17,210,720 |
| 15-16 | 10,640,000 | 6,197,071 | | | 10,640,000 | 16,837,071 |
| 16-17 | 10,965,000 | 5,706,664 | | | 10,965,000 | 16,671,664 |
| 17-18 | 11,110,000 | 5,158,487 | | | 11,110,000 | 16,268,487 |
| 18-19 | 11,540,000 | 4,596,070 | | | 11,540,000 | 16,136,070 |
| 19-20 | 11,650,000 | 4,045,290 | | | 11,650,000 | 15,695,290 |
| 20-21 | 12,080,000 | 3,517,255 | | | 12,080,000 | 15,597,255 |
| 21-22 | 12,230,000 | 2,928,095 | | | 12,230,000 | 15,158,095 |
| 22-23 | 9,450,000 | 2,325,170 | | | 9,450,000 | 11,775,170 |
| 23-24 | 7,190,000 | 1,901,350 | | | 7,190,000 | 9,091,350 |
| 24-25 | 7,190,000 | 1,547,740 | | | 7,190,000 | 8,737,740 |
| 25-26 | 7,190,000 | 1,191,130 | | | 7,190,000 | 8,381,130 |
| 26-27 | 5,815,000 | 817,720 | | | 5,815,000 | 6,632,720 |
| 27-28 | 5,815,000 | 535,310 | | | 5,815,000 | 6,350,310 |
| 28-29 | 2,000,000 | 248,900 | | | 2,000,000 | 2,248,900 |
| 29-30 | 2,000,000 | 150,740 | | | 2,000,000 | 2,150,740 |
| 30-31 | 2,000,000 | 50,580 | | | 2,000,000 | 2,050,580 |
| TOTAL | 182,895,000 | 72,933,281 | 0 | 0 | 182,895,000 | 255,828,281 |

**SUMMARY OF OUTSTANDING DEBT ISSUES
AS OF JUNE 30, 2011**

| <u>ISSUE</u> | <u>PURPOSE</u> | <u>AMOUNT ISSUED</u> | <u>ISSUE DATE</u> | <u>AMOUNT OUTSTANDING</u> |
|--|---|--------------------------|-----------------------|-------------------------------|
| SPECIAL OBLIGATION BONDS | | | | |
| Solid Waste Disposal Facilities | | | | |
| Solid Waste Disposal Facilities | Landfill Expansion & Improvements | 16,000,000 | 1997 | 2,940,000 |
| Solid Waste Disposal Facilities | Solid Waste Transfer Station & Improvements | 8,400,000 | 2005 | 5,940,000 |
| Total | | 24,400,000 | | 8,880,000 |
| CERTIFICATES OF PARTICIPATION* | | | | |
| Coliseum | Coliseum Improvements | 31,320,000 | 1999 | 8,405,000 |
| Coliseum | Coliseum Improvements | 1,100,000 | 1995 | 0 |
| Coliseum | Aquatic Center | 7,000,000 | 2010 | 7,000,000 |
| Total | | 39,420,000 | | 15,405,000 |

*Certificates of participation issued for Coliseum expansion will be repaid with Hotel/Motel Tax revenues. Certificates issued for parking decks will be repaid with parking deck fees. Excludes certificates of participation for various equipment purchases and property acquisition.

ANNUAL CERTIFICATES OF PARTICIPATION DEBT SERVICE REQUIREMENTS

| FISCAL YEAR | CERTIFICATES OF PARTICIPATION PRINCIPAL | INTEREST | TOTAL |
|----------------|--|-----------|------------|
| 11-12 | 3,040,000 | 668,150 | 3,708,150 |
| 12-13 | 1,475,000 | 470,550 | 1,945,550 |
| 13-14 | 1,560,000 | 383,600 | 1,943,600 |
| 14-15 | 1,650,000 | 291,475 | 1,941,475 |
| 15-16 | 1,750,000 | 377,525 | 2,127,525 |
| Total | 9,475,000 | 2,191,300 | 11,666,300 |

This special obligation debt is funding the 1997 expansion of the City's White Street Landfill, including the construction of two additional cells and leachate management facilities and the acquisition of approximately 144 acres of adjacent land to be used as buffer area and for fill soil.

ANNUAL SPECIAL OBLIGATION DEBT SERVICE REQUIREMENTS

| FISCAL YEAR | SPECIAL OBLIGATION PRINCIPAL | INTEREST | TOTAL |
|----------------|---------------------------------|-----------|------------|
| 11-12 | 2,010,000 | 344,048 | 2,354,048 |
| 12-13 | 2,060,000 | 286,637 | 2,346,637 |
| 13-14 | 600,000 | 227,700 | 827,700 |
| 14-15 | 625,000 | 197,700 | 822,700 |
| 15-16 | 655,000 | 172,700 | 827,700 |
| 16-17 | 680,000 | 146,500 | 826,500 |
| 17-18 | 715,000 | 112,500 | 827,500 |
| 18-19 | 750,000 | 76,750 | 826,750 |
| 19-20 | 785,000 | 39,250 | 824,250 |
| TOTAL | 8,880,000 | 1,603,785 | 10,483,785 |

Capital Improvements/Debt Service-Debt Service Fund

| <u>ISSUE</u> | <u>PURPOSE</u> | <u>AMOUNT ISSUED</u> | <u>ISSUE DATE</u> | <u>AMOUNT OUTSTANDING</u> |
|---|--------------------------|--------------------------|-----------------------|-------------------------------|
| COMBINED ENTERPRISE SYSTEM REVENUE BONDS | | | | |
| Water Resources | Water and Wastewater | 50,000,000 | 1995 | 20,400,000 |
| Water Resources | Treatment Plant Projects | 40,000,000 | 1998 | 11,560,000 |
| Water Resources | Treatment Plant Projects | 55,930,000 | 2001 | 25,230,000 |
| Water Resources | Water and Wastewater | 43,435,000 | 2003 | 15,915,000 |
| Water Resources | Water and Wastewater | 40,860,000 | 2005 | 35,520,000 |
| Water Resources | Water and Wastewater | 49,480,000 | 2006 | 49,480,000 |
| Water Resources | Water and Wastewater | 48,040,000 | 2007 | 44,465,000 |
| Water Resources | Water and Wastewater | 53,180,000 | 2009 | 51,935,000 |
| Total | | 380,925,000 | | 254,505,000 |

| <u>FISCAL YEAR</u> | <u>WATER REVENUE</u> | | <u>SEWER REVENUE</u> | | <u>TOTAL W&S REVENUE BOND</u> | |
|------------------------|----------------------|-----------------|----------------------|-----------------|-----------------------------------|-------------------------|
| | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>PRINCIPAL</u> | <u>PRIN. & INT.</u> |
| 11-12 | 3,957,450 | 5,972,876 | 6,467,550 | 6,833,260 | 10,425,000 | 23,231,136 |
| 12-13 | 4,187,450 | 5,789,293 | 6,657,550 | 6,536,855 | 10,845,000 | 23,171,148 |
| 13-14 | 4,384,550 | 5,592,230 | 6,975,450 | 6,220,515 | 11,360,000 | 23,172,745 |
| 14-15 | 5,040,100 | 5,402,801 | 6,849,900 | 5,898,403 | 11,890,000 | 23,191,204 |
| 15-16 | 5,678,700 | 5,170,620 | 6,766,300 | 5,567,956 | 12,445,000 | 23,183,576 |
| 16-17 | 5,965,650 | 4,889,534 | 7,104,350 | 5,238,877 | 13,070,000 | 23,198,411 |
| 17-18 | 6,255,250 | 4,601,542 | 7,464,750 | 4,884,931 | 13,720,000 | 23,206,473 |
| 18-19 | 6,575,150 | 4,281,461 | 7,849,850 | 4,504,549 | 14,425,000 | 23,211,010 |
| 19-20 | 6,720,600 | 3,945,827 | 7,959,400 | 4,104,536 | 14,680,000 | 22,730,363 |
| 20-21 | 7,050,550 | 3,582,615 | 8,334,450 | 3,640,348 | 15,385,000 | 22,607,963 |
| 21-22 | 7,395,050 | 3,204,263 | 8,739,950 | 3,337,693 | 16,135,000 | 22,676,956 |
| 22-23 | 6,517,050 | 2,827,360 | 6,637,950 | 3,019,171 | 13,155,000 | 19,001,531 |
| 23-24 | 6,422,800 | 2,493,683 | 7,382,200 | 2,867,167 | 13,805,000 | 19,165,850 |
| 24-25 | 5,318,350 | 2,169,976 | 6,881,650 | 2,523,859 | 12,200,000 | 16,893,835 |
| 25-26 | 5,444,050 | 1,867,838 | 7,585,950 | 2,269,075 | 13,030,000 | 17,166,913 |
| 26-27 | 4,888,800 | 1,592,146 | 5,526,200 | 1,046,918 | 10,415,000 | 13,054,064 |
| 27-28 | 5,127,500 | 1,369,877 | 5,802,500 | 798,699 | 10,930,000 | 13,098,576 |
| 28-29 | 4,599,750 | 1,130,652 | 3,765,250 | 537,586 | 8,365,000 | 10,033,238 |
| 29-30 | 4,816,650 | 920,986 | 3,943,350 | 376,690 | 8,760,000 | 10,057,676 |
| 30-31 | 4,159,700 | 693,076 | 2,070,300 | 190,699 | 6,230,000 | 7,113,775 |
| 31-32 | 4,237,550 | 498,865 | 2,167,450 | 97,535 | 6,405,000 | 7,001,400 |
| 32-33 | 3,330,000 | 306,786 | | | 3,330,000 | 3,636,786 |
| 33-34 | 3,500,000 | 157,500 | | | 3,500,000 | 3,657,500 |
| | | | | | | |
| TOTAL | 121,572,700 | 68,461,807 | 132,932,300 | 70,495,322 | 254,505,000 | 393,462,129 |